Goa Vidyaprasarak Mandal's GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND ECOMOMICS, PONDA-GOA

B.COM. (SEMESTER-III) SUPPLEMENTARY EXAMINATION MAY/JUNE 2019

BUSINESS FINANCE (Old Course)

Duration: 2 Hours	Marks: 80
INSTRUCTIONS: 1) All questions are compulsory. 2) Figures to the right indicate full marks.	
 Q. I. Answer ANY FOUR of the following. a. Explain short term and medium term financial plans. b. Explain features of fixed capital (any 4). c. Write a short note on cost theory of capitalization. d. Explain the advantages of capital gearing. e. Explain principles of business finance. f. Write a short note on EDC. 	(4×4 =16)
Q. II. Answer ANY FOUR of the following. a. Explain features of working capital.(any 4) b. Distinguish between business finance and corporate finance.	(4×4 =16)
 c. Explain the effects of under capitalisation on company. d. Explain the causes of under capitalization (any 4). e. Explain types of trading on equity. f. Write a short note on LIC. 	
Q.III. A. Explain essential features of a good financial plan. OR	(12)
B. State and explain steps in financial planning.	(12)
Q. IV.A. Explain the factors determining working capital requirements. OR	
B. Explain the factors determining fixed capital requirements.	(12)
Q.V.A.Explain the causes of over capitalization.(any 8) OR	(12)
B. Distinguish between over capitalization and under capitalization	
Q.VI.A. Explain the factors influencing capital structure of the compar	
Y. Explain advantages and limitations of trading on equity.	(12)